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APR 26 2006

PUBLIC SERVICE
COMMISSION

April 24, 2006

Case No. 2006-00171

Public Service Commission
P.O. Box 615
Frankfort, Ky. 40602

Attn: Beth O'Donnell,

Enclosed please find a petition signed by the customers & the church members of Benedict Baptist Chapel that are currently on Cow Creek Gas Inc., currently owned by Interstate Natural Gas Company.

These are the **FACTS**:

- FACT:** If the operating costs has gone up, why have they waited 9 years to start raising the Mcf.
- FACT:** If Cow Creek Gas Inc. is allowed to double their rates the customers will not be able to afford to pay for their gas bills.
- FACT:** As I have listed in the Petition there should be little maintenance on the lines since new lines were laid before Interstate took over.
- FACT:** Why has this company not been raising the rates a little at a time instead of doubling the Mcf all at once; not to mention that they are also asking for .22 cents more than their actual gas company charges an Mcf.

Concerned Customer,
Jim Marsillett
JIM & MARY MARSILLETT
#1095 Ky. Rt 194
Cow Creek
Prestonsburg, Ky. 41653
(606)874-9530

Gas Rate Hike Petition

We the consumers of the Cow Creek Gas Company, currently owned by Interstate Natural Gas, propose a motion to appeal the new gas rate hike that has been imposed upon us. New gas lines were installed before this company took over, therefore requiring low maintenance. The majority of these consumers are low income families which would bring financial strain and hardship upon them. We request that the Public Service Commission investigate this rate hike and the gas company be forced to provide the reason behind this act. We also request that this rate hike be lowered to affordable rates to the consumers.

Name	Address	Signature
1. Bill Collins	2421 Ky RT 194	Bill Collins
2. Brenda S. Collins	2421 Ky RT 194	Brenda S Collins
3. Iris Cochran	467 Slick Rock	Iris Cochran
4. Arlene Stephens	449 Slick Rock Ln	Arlene Stephens
5. Betty Gayheart	635 Slick Rock P-burg, Ky	Betty Gayheart
6. Eddie Gayheart	635 Slick Rock Pburg, Ky	Eddie Gayheart
7. Gordon Fitch	Box 75 Duval, Ky	Gordon Fitch
8. Prum HSE	Box 266 Duval	
9. Christina Hunt	179 Slick Rock Ln	Christina Hunt
10. Jo Buschett	1064 Ky RT 194	Prestonsburg Ky 41653
11. Sanford Buschett	1064 Ky RT 194	Prestonsburg Ky 41653
12. Janet L. Norman	P.O. Box 1614	MARTIN, Ky 41649
13. M. Noble		
14. Jammy Morrison	P.O. Box 1614 Martin Ky. 41649	Jammy Morrison
15. James Burdell	PO BOX 54 DUVAL KY 41621	
16. Bobby Hensack	93 Antelope Ridge Road	Bobby Hensack
17. Kathy Isaac	1168 Sycamore Hollow	Kathy Isaac
18. Toni Farrell	1168 Slick Rock Ln	Toni Farrell
19. Wesley Popple	152 S' CK	Wesley Popple

	Name	Address	Signature
20.	Carlton Darby	355 Slick Rock Rd.	Carlton Darby
21.	Henry Darby	"	Henry J. Darby
22.	Daniel Darby	"	Daniel Darby
23.	Josh Darby	"	Josh Darby
24.	Joseph Darby	"	Joseph Darby
25.	Kerwin Darby	"	Kerwin Darby
26.	Keenan Darby	"	Keenan Darby
27.	Ashley Darby	"	Ashley Darby
28.	William Stephens	"	William Stephens
29.	Darrell Steph	Slick Rock	Darrell Steph
30.	Rose Mary Steph	Slick Rock	Rose Mary Steph
31.	Jean Erdelt	47 elec NB	Jean Erdelt
32.	Eileen Erdelt	47 Slick R	Eileen Erdelt
33.	Jim Marsellitt	1095 KY Rt 194	Jim Marsellitt
34.	Garry D Blackburn	195 Sycamore Hollow Prestonsburg Ky 41653	Garry Blackburn
35.	Lydia Blackburn	195 Sycamore Hollow Prestonsburg Ky 41653	Lydia Blackburn
36.	Paul DeRossett	P.O. Box Prestonsburg, Ky 41653	Paul DeRossett
37.	Betty L. DeRossett	111	Betty L. DeRossett
38.	Timmie Hunt	174 Slick Rd. P.B.	
39.	Christine Hunt		
40.	James Douglas	477 S.L.R.K. NB	James Douglas
41.	Earl Collins	" " "	Earl Collins
42.	Crystal Howell	Slick Rock	Crystal Howell
43.	Tiffany Howell	Slick Rock	Tiffany Howell
44.	James Hall	Slick Rock	James Hall
45.	Jackie Hall	Slick Rock	Jackie Hall
46.	Patricia Hall	Slick Rock	Patricia Hall

Name	Address	Signature
47. Tasha Jarrell	Slick Rock	Tasha Jarrell
48. Kellie Jarrell	Slick Rock	Kellie Jarrell
49. Samantha Jarrell	Slick Rock	Samantha Jarrell
50. Brittany Jarrell	Slick Rock	Brittany Jarrell
51. Darwin & Norma Spears	Slick Rock	Darwin & Norma Spears
52. Mary Marshall	Cow Creek	Mary Marshall
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COW CREEK GAS, INC.
134 Mims Branch
PIKEVILLE, KY 41501
(606) 432-0526

04/07/2006

NOTICE OF PROPOSED RATE CHANGE

Cow Creek Gas Inc. has filed a request with the Public Service Commission to increase its rates. The rates contained in this notice are the rates proposed by Cow Creek Gas Inc. because the rates have remained unchanged for years and due to escalating costs, it is not economically possible to provide gas at the existing rates. However, the Public Service Commission may order rates to be charged that differ from the rates in this notice.

Any corporation, association, body politic, or person may request leave to intervene by motion within thirty (30) days after notice of the proposed rate change is given. A motion to intervene shall be in writing, shall be submitted to the Executive Director, Public Service Commission, 211 Sower Boulevard, P.O. Box 615, Frankfort, Kentucky 40602, and shall set forth the grounds for the motion, including the status and interest of the party movant.

Copies of the application may be obtained at no charge from Cow Creek Gas Inc., at 134 Mims Branch, Pikeville, Kentucky 41501. Upon request from an intervenor, the applicant shall furnish to an intervenor a copy of the application and supporting documents. A copy of the request in rates is available for public inspection at this address.

(A)

Present Rate \$7.26/month	Proposed Rate \$14.66/ Mcf	Estimated Monthly Increase per Customer per Mcf \$7.40
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(A) The present rate has been in effect since December 1997.

PCM
PO Box 615
Frank KY
40602
att
Beth
B. McDermott
O. Danell

INFORMATION NOTICE

Customers of Cow Creek Gas Inc.

The Public Service Commission will be considering a rate increase for Cow Creek Gas Inc.

Are YOU getting the facts?

FACT: Cow Creek Gas Inc. and other entities have experienced a significant rise in operating and gas costs.

FACT: Cow Creek Gas Inc. has been consistent in its resolve to maintain cheaper rates for its customers.

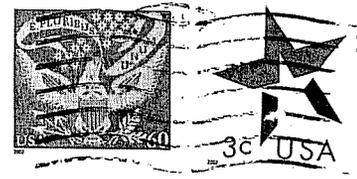
FACT: A reasonable rate of return on gas sales allows for competitive wages for employees and keeps pipeline infrastructure properly maintained.

FACT: The proposed new rate is in the bottom 1/3 of other selected entities operating in Eastern Kentucky.

RATES ON FILE WITH THE PUBLIC SERVICE COMMISSION OR OTHERWISE

Area Entities	Approved Date	Territory Served	Over 1 MCF Rate
City of Pikeville	Current	Outside city limits	(over 2 mcf) \$23.2500
City of Pikeville	Current	Within city limits	(over 2 mcf) \$22.5000
Mike Little Gas Co.	1/31/06	Melvin, Floyd Co.	\$20.9576
Belfry Gas Company	12/21/05	Belfry, Ky	\$20.1253
Johnson County Gas Co.	10/14/05	Meally, Van Lear, East Point & Hager Hill	\$19.5282
Peoples Gas	2/24/06	Phelps, KY	\$19.4165
Auxier Road Co.	12/19/05	Floyd County	\$18.7068
Equitable Gas Co.	1/31/06	Eastern KY area	\$17.9680
Sigma Gas Corp	12/21/05	Salyersville, Ky	\$17.1348
East Ky Utilites KY	3/16/06	Wayland, Estill,, Lackey, Garret, Hueysville, Allen, Dwale, Floyd Co.	\$17.1253
COW CREEK GAS INC.	Proposed	Floyd County	\$14.6600
Interstate Natural Gas Company	Proposed	Pike, Floyd, Leslie, Perry, Lawrence, Johnson, Knott, Letcher, Lee, Morgan, Magoffin & Martin	\$14.4400
Kinzer Drilling Company	3/24/06	Pike, Floyd, Leslie, Perry, Lawrence, Johnson, Knott, Letcher, Lee, Morgan, Jagoffin, Martin	\$13.0537
Columbia Gas of KY	2/24/06	Pike, Floyd, Franklin, Boyd, Martin, Johnson, Knott, Letcher, Lewis, Owsley, Bath, Scott, Clay, etc.	\$12.9125
B&H Gas	12/7/04	Betsy Layne, Stanville, Ivel, Mare Creek, Ivy Creek	\$10.9576
Average for Area Entities			\$16.6913

MOAK & NUNNERY, P.S.C.
268 EAST FRIEND STREET, SUITE 103
POST OFFICE BOX 510
PRESTONSBURG, KENTUCKY 41653



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